## **COPY OF TRANSCRIPT**

IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF OKLAHOMA

Plaintiffs,

vs.

TYSON FOODS, INC., et al.,

Defendants.

4:05-CV-00329-TCK-SAJ

## VIDEOTAPED DEPOSITION OF KIRK HOUTCHENS

Taken at the law offices of Mitchell, Williams, Selig, Gates & Wooyard, 5414 Pinnacle Point Drive, Suite 500, Rogers, Arkansas 72758, on July 26, 2007, at 11:36 a.m.

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technically trained in soil scientists, that kind of
1
2
    thing. It would be speculation --
3
          (Mr. Riggs continued.) Okay.
    Q.
          -- on my part.
5
          Does anyone in the company know more than you do
    about the -- the application of poultry waste to -- to
6
    pasture land in a safe way?
7
                  MR. McDANIEL: Object to the form.
8
9
          No, there isn't.
    Α.
10
          (Mr. Riggs continued.) In your experience, would
    you agree that farmers are encouraged to apply poultry
11
    waste to pasture lands for its nitrogen need even though
12
    those soils would have no need for more phosphorus?
1.3
                   MR. McDANIEL: Object to the form.
14
               We don't. Our -- our growers are using their
15
          No.
    Α.
16
    nutrient management plans, and those are written based on
17
    phosphorus index -- indexes.
18
          (Mr. Riggs continued.) Before your nutrient
    Ο.
    management plans, would you say it's been true
19
    historically for farmers to apply poultry waste for
20
    nitrogen needs rather than -- or even though there were no
21
22
    phosphorus needs in that soil?
23
                   MR. McDANIEL: Object to the form.
          You know, it was -- your know, our plan's written by
24
```

both states were written based on nitrogen.

```
(Mr. Riggs continued.) I'm referring to the period
1
    of time when Peterson was in the poultry business before
2
    either state adopted nutrient management plan regulations.
3
 4
    Was it typically true of farmers to apply poultry waste
5
    for nitrogen needs without regard to phosphorus needs?
                  MR. McDANIEL: Object to the form.
 6
          Like I said earlier, David, the growers applied
 7
    Α.
    poultry litter to their pasture land, and it would be more
 8
 9
    on the nitrogen needs.
10
          (Mr. Riggs continued.) Okay.
    Q.
          Because at the time we weren't -- we weren't using
11
12
    the phosphorus on this.
          In fact, wasn't that one of the reasons it became
13
    necessary to have nutrient management plans, because there
14
    were so many people applying poultry waste for the
15
    nitrogen needs without regard to the phosphorus buildup in
16
    the soil?
17
                   MR. McDANIEL: Object to the form. I don't
18
    see where you've asked Peterson Farm to take a position on
19
    when nutrient management plans came into existence.
20
          (Mr. Riggs continued.) Do you have an opinion about
21
22
    that?
23
                   MR. McDANIEL: He can answer it personally
    but not as a representative of Peterson Farms, if he
24
```

knows.

```
1 A. I don't know why that evolved from nitrogen to
```

2 phosphorus.

- 3 Q. (Mr. Riggs continued.) You don't know why it became
- 4 | necessary for either state to try to put into effect
- 5 | nutrient management plans?
- 6 MR. McDANIEL: Same objection. He's not
- 7 | speaking for Peterson Farms, but you can answer
- 8 personally, if you know.
- 9 A. I don't know.
- 10 Q. (Mr. Riggs continued.) Does anyone at Peterson
- 11 | Farms know that, to your knowledge?
- 12 A. No, not that I'm aware of.
- 13 Q. Does Peterson Farms know whether or not poultry
- 14 | waste has been applied to land in the Illinois River
- 15 Watershed for nitrogen purposes, even though it was being
- 16 | applied to soils which did not need more phosphorus?
- 17 MR. McDANIEL: Object to the form.
- 18 A. No, I don't believe so.
- 19 Q. (Mr. Riggs continued.) Does Peterson Farms have any
- 20 | interest in knowing that?
- 21 A. Yes, they would.
- 22 Q. Have you done anything to find out whether that's
- 23 | occurring?
- 24 MR. McDANIEL: Object to the form.
- 25 A. We --

```
Q. Okay. Mr. Mullikin says in this letter to the company president in 1998, "In the past few months I've been exposed to a wealth of information and individuals in the poultry industry. I would like to share with you some of my views on where we are, and where we may be headed on the poultry litter issue.
```

"I personally have no opinion about whether or not the intergrator or the grower owns the litter. I do feel without any doubt that as time passes, we the intergrator will be found to liable for it and the affect it has on our environment."

Do you know if, as a result of this written opinion expressed to the president by Mr. Mullikin, whether or not there was within the company around that time a discussion about the contents of that statement?

A. No, I don't.

1

2

3

5

6

7

8

9

10

11

12

13

14

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17

18

19

20

23

24

- Q. Do you remember any discussions within the company about who should take responsibility for the litter, and to use Mr. Mullikin's words, the effect it has on the environment?
- 21 MR. McDANIEL: Object to the form.
- 22 A. No, I don't.
  - Q. (Mr. Riggs continued.) Were you personally ever involved in any discussions about who should take responsibility for the poultry litter produced by the

```
1
    company's chickens?
2
          No, I didn't.
          Do you know if any of the policies of the company
3
    changed with respect to the question of who should take
4
    responsibility for the litter produced by its chickens as
5
6
    a result of this memorandum by Mr. Mulligin to president
7
    Henderson?
8
          No, I don't.
          Let me ask you to look at the last paragraph of the
9
    Mullikin memorandum. It says, "Dan," meaning Dan
10
    Henderson, "I feel the direction Peter Farm" -- "Peterson
11
    Farms and all integrators would best be served to focus
12
    its resources towards, would be alternative uses.
13
    such as using litter as bedding, feed, fertilizer, and
14
15
    fuel are just a few of the uses I've found some
    information on. Each of these uses has its own set of
16
    benefits and short-comings. But they all address the
17
    environmental need to stop applying litter to our local
18
19
    pasture lands."
20
          Now, that memo was written over nine years ago, and
    he said in the last words of the memo, I'm quoting,
21
    "integrators would be best served to focus their resources
22
    towards all " -- "addressing the environmental need to stop
23
```

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24

25

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What has Peterson Farms done since that time to

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applying litter to our local pasture lands."

```
1
    address the environmental need to stop applying litter to
2
    local pasture lands?
                  MR. McDANIEL: Object to the form.
3
4
          Well, I don't know -- personally, I wasn't involved
5
    of anything as a result of this memo. I just -- I know of
6
    all the things that have been done since '97 to present.
          (Mr. Riggs continued.) To stop applying litter to
7
    0.
    local pasture lands to address environmental needs?
8
                   MR. McDANIEL: Object to the form.
9
10
          No, I don't.
    Α.
          (Mr. Riggs continued.) You don't know of anything
11
    Q.
12
    the company's done in response to --
13
          In response to this memo?
         -- Mr. Mullikin's statement that the company'd be
14
    0.
    best served to address the environmental need to stop
15
    applying litter to local pasture land?
16
                   MR. McDANIEL: Object to the form.
17
          No, not directly related to this memo, I don't.
18
    Α.
    know of things we've done since --
19
          (Mr. Riggs continued.) Okay.
20
    Q.
          -- '97, but I can't say it was because of this memo.
21
22
    Q.
          Okay.
23
    Α.
          I just --
```

What -- what things have you done which would

address the environmental need to stop applying litter to

24

25

```
local pastures?
1
                  MR. McDANIEL: Object to the form.
2
          There again, Peterson Farms requires that its
3
    Α.
    growers have nutrient management plans through their --
 4
 5
    the appropriate state agencies, and I know that is one
 6
    thing. Now, whether that allows them to apply litter on
    -- on their land or not would also -- it just depends on
 7
    their plan, what their nutrient plan is and their soil
 8
 9
    samples.
10
          (Mr. Riggs continued.) But this says not to apply
11
    in any particular way but to stop applying it, doesn't it?
    He says, "There's an environmental need to stop applying
12
    litter to local pasture lands, " doesn't he?
13
          Looks like he says that the alternative methods
14
15
    address the environment need to stop applying litter, but
    this, basically, is leading on -- I don't -- just reading
16
17
    it, I'm not trying to interpret what he was thinking when
    he wrote it, but that's what it looks like to me.
18
          Let me hand you Exhibit 10, another memorandum from
19
20
    Mr. Mullikin.
           (Wherein, Plaintiff's Exhibit 10 was marked.)
21
22
          This is about three months later, I guess. It's
    July 24th, 1998. Sent to Dan Henderson, Gene Wilmoth,
23
24
    Sean Holcombe, Rodney Dunnam, and Janet Wilkerson. Let me
```

first ask you who is Gene Wilmoth?

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1 A. Gene Wilmoth was our executive VP of production.
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- Q. Is that the job you now have? Is that --
- 3 A. I'm just like a production manager.
- 4 | Q. Okay.

- 5 A. He's retired.
- 6 Q. Okay. Sean Holcombe. Who is he?
- 7 A. He was a former breeder/manager.
- 8 Q. Rodney Dunnam?
- 9 A. Rodney has had several capacities in the company,
- 10 and at that time I'm not sure what his position was. It
- 11 might have been buy -- grain buyer.
- 12 Q. Okay. Was Dan Henderson still president in July of
- 13 '98?
- 14 A. Yes, sir.
- 15 | Q. This memo does deal specifically with the Spavinaw
- 16 Eucha Watershed. Let me ask you, have you seen it before?
- 17 A. No, I haven't.
- 18 0. Okay. In the middle paragraph Mr. Mullikin says,
- 19 | quote, We need to find and develop new plans for waste
- 20 | management that work for our growers. The meeting was
- 21 | helpful for only two growers, of which one was ours. Out
- 22 of 37 fields, 31 had too high of a phosphorous level,
- 23 which was anything above 300 pounds. This meant that
- 24 those who were in that range couldn't fully develop their
- 25 | plan or put any more litter on their fields. Our growers

```
feel as though they have nowhere left to turn."
1
          Do you understand what Mr. Mullikin was referring to
2
    in those comments, this 31 out of 37 fields had too much
3
4
    phosphorous?
                   MR. McDANIEL: Object to the form.
5
6
          I believe he's saying that 37 out of 31 were above
7
    300 pounds.
          (Mr. Riggs continued.) Okay.
8
    Q.
          But I'm not aware at this time, you know -- you
9
    know, what his -- what he was con -- you know, referring
10
    to as far as the --
11
          He does say the phosphorous levels were too high to
12
13
    allow those fields to accommodate any more poultry litter,
    doesn't he?
14
15
          I believe that's what he's writing in this.
          Says they couldn't fully develop their plan or put
16
    any more litter on their fields. Correct? Thirty-one out
17
    of 37. Is that your understanding of the memo?
18
19
    Α.
          Yes.
20
          Does Peterson Farms have any evidence which would
21
    show or even suggest that a survey of fields with the
    Illinois River Watershed would produce substantially
22
    different results?
23
                   MR. McDANIEL: Object to the form.
24
```

Different results from what?

```
(Mr. Riggs continued.) This was a survey testing 37
1
    fields in the Spavinaw Eucha Watershed, and 31 had too
2
    much phosphorus to accommodate any more litter. I'm
3
    asking if Peterson Farms has any evidence which would show
 4
    or suggest that a survey of fields in the Illinois River
 5
    Watershed would produce substantially different results.
 6
                   MR. McDANIEL: Object to the form.
 7
          No, we don't have any evidence of that.
 8
           (Mr. Riggs continued.) Are the practices regarding
 9
    how poultry litter is managed and utilized any different
10
    for Peterson Farms' growers in the Illinois River
11
    Watershed from the practices of its growers in the Eucha
12
    Spavinaw Watershed?
13
                   MR. McDANIEL: Time frame? Can you specify
14
    a time frame?
15
                   MR. RIGGS: Well, it says currently.
16
                   MR. McDANIEL: Okay.
17
18
          Currently?
19
          (Mr. Riggs continued.) Yeah.
           Yeah, the practices would be different because of
20
21
    the Tulsa settlement.
           The use of poultry litter is more restrictive in the
22
    Eucha Water -- Spavinaw Watershed than the Illinois
23
24
    Watershed at present. Right?
25
                   MR. McDANIEL: Object to the form.
```

- 1 A. It's probably not in Oklahoma.
- 2 Q. (Mr. Riggs continued.) Well, how is it different
- 3 | then? You said it was different because of that
- 4 settlement, so how is it different?
- 5 A. Well, what's different is we use a nutrient
- 6 | management team from -- the -- a judge-appointed team, the
- 7 Eucha Spavinaw Watershed. We don't use the NRCS. That's
- 8 how it's different.
- 9 Q. And does that result in more or less litter being
- 10 | applied in the Eucha Spavinaw Watershed for the available
- 11 | pasture land than the Illinois River Watershed?
- MR. McDANIEL: Object to the form.
- 13 A. I believe that there may be a slight difference in
- 14 | the phosphorus indexes, but it's pretty tough in both
- 15 Arkansas and Oklahoma, so --
- 16 Q. Do you know --
- 17 A. -- you know, everyone is -- whether it's in the
- 18 | Spavinaw Eucha or in the Illinois in Arkansas or the
- 19 | Illinois in Oklahoma, the -- the main difference is, is
- 20 our growers in the Arkansas -- not in the Arkansas, but
- 21 anywhere in the Spavinaw Eucha Watershed, they have people
- 22 come directly from the Spavinaw Eucha nutrient management
- 23 team.
- 24 | Q. So are you saying there's more oversight of those
- 25 | litter spreading practices in the Eucha Spavinaw Watershed

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1 than in the Illinois Watershed?
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- 2 A. No, I'm not saying there is at all.
  - Q. Is there --

- 4 A. Just different oversight.
- 5 Q. Okay. What is the oversight in the Illinois River
- 6 Watershed of that practice?
- 7 A. That would be the state -- the -- the Oklahoma
- 8 Department of Agriculture, the Oklahoma DEQ, the Oklahoma
- 9 NRCS, the Arkansas DEQ, the Arkansas NRCS. You would have
- 10 | to talk to them.
- 11 Q. So tell me again. I'm sorry. I'm just not
- 12 understanding what you're saying the difference is between
- 13 the two watersheds as a result of the settlement. What
- 14 things are happening in the Eucha Spavinaw Watershed
- 15 | regarding the application -- land application of poultry
- 16 | litter that are -- are not happening in the Illinois River
- 17 | Watershed?
- 18 MR. McDANIEL: Object to the form.
- 19 A. The difference is, is that when a grower wants to
- 20 | spread his litter or he's considering spreading his litter
- 21 | in any of the watersheds, the difference is in our -- in
- 22 the Spavinaw Eucha, a court-appointed or a group, someone
- 23 else comes out and samples his soil versus someone from
- 24 either the Department -- NRCS from Arkansas or Oklahoma.
- 25 Q. (Mr. Riggs continues.) Well, that does not happen

- in the Illinois River Watershed, does it? The growing
- 2 | samples his own fields. Correct?
- 3 A. No, that's not correct.
- 4 Q. Who does the sampling in the Illinois River
- 5 | Watershed?

- 6 A. An employee from the NRCS.
- 7 Q. In every instance that's the case?
- 8 A. I believe. I'm not -- you know, we don't sample
- 9 their fields for them, we just expect them to, you know,
- 10 comply by state and federal laws.
- 11 Q. Do you know who actually pulls the samples that are
- 12 sent to the lab to be analyzed?
- 13 A. I don't.
- 14 | O. Let's say the Illinois River Watershed currently.
- 15 A. Arkansas? Oklahoma? You know, it's got to be very
- 16 | specific because they -- depending on what the state laws
- 17 | require they're recommended --
- 18 Q. You're saying it's your opinion or belief that the
- 19 state employees or agents of the state in both states
- 20 actually pull the soil samples from the fields and not the
- 21 grower himself?
- 22 MR. McDANIEL: Object to the form.
- 23 A. I don't know for sure, but, you know, I'm thinking
- 24 | that, you know, depending on whether you're in Oklahoma or
- 25 | Arkansas, I'm not sure they allow the growers to pull